

FISCAL NOTE

HB 190 - SB 977

February 5, 2001

SUMMARY OF BILL: Authorizes a municipal electric system to provide cable, internet access or related services outside its service area but within the county limits in which the system is principally located. This expansion of service authority applies only to systems with less than 4,000 residential electric accounts which are located in counties with a population less than 40,000 according to the 1990 or subsequent federal census. The system must receive a resolution from the appropriate local legislative body requesting such services for residents and must obtain the consent of each electric cooperative or other municipal electric system in whose territory it will provide services.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Not Significant

Increase Local Govt. Expenditures - Not Significant / Permissive
Increase Local Govt. Revenues - Not Significant / Permissive

Estimate assumes:

- to the extent an affected municipal electric system chooses to expand services outside its service area in accordance with the provisions of the bill, it will experience an increase in expenditures for this expansion as well as an increase in revenues from service fees paid by the additional customers. These expenditures and revenues are estimated to primarily offset each other and be not significant.
- to the extent the service expansion increases the tax equivalent payments made by an affected municipal electric service as required by Public Chapter 481 of 1999, the state will experience an increase in revenues which is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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